



State of Utah

Department of Natural Resources

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA
Division Director

JON M. HUNTSMAN, JR.
Governor

GARY R. HERBERT
Lieutenant Governor

May 26, 2006

Mr. Dexter Anderson
Red Dome Inc.
730 North 3900 West
Fillmore, Utah 84631

Subject: Termination of CO#MC-2006-04-02, Red Dome Inc., Red Dome, M/027/032,
Millard County, Utah

Dear Mr. Anderson:

Enclosed is the termination notice for Cessation Order # MC-2006-04-02. The termination of this Cessation Order means that the enforcement action has now been completed. Thank you for your help in getting this situation resolved.

Please be aware that this does not mean that the ongoing permitting process is complete. Red Dome Inc. is still under obligation to complete the Notice of Intent for the Red Dome Mine. The findings of the Stop Work conference of March 17, 2006 stated two orders related to permitting.

1. Red Dome will continue providing accurate and complete information to effect the completion of the permitting process with OGM as required by state law and rules.
2. Once the permitting process has been completed, a re-calculation of the reclamation bond will take place as part of the normal Permitting & Bonding process. If the site is found not to be eligible for permitting, (see above) then this order will become null and void.

The Division is still in the process of reviewing the latest maps and information you provided as well as some aerial photography from the Department of Agriculture. We plan to get the results of our review to you shortly.

Sincerely,

Daron R. Haddock
Permit Supervisor

DRH:tm:vs

Enclosure: Termination Notice

cc: Jerry Mansfield, BLM Fillmore
Mary Ann Wright, DOGM

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VACATION / TERMINATION of
Notice of Violation / Cessation Order

To the following Permittee or Operator:

Name: Mr. Dexter Anderson

Mailing Address: Red Dome Inc., 730 North 3900 West, Fillmore, UT 84631

Mine Name: Red Dome Inc. Permit Number: M/027/032

Utah Mined Land Reclamation Act, Section 40-8-1 et. seq., *Utah Code Annotated (1953)*:

Cessation Order No: MC-2006-04-02 dated February 22, 2006

Part 1 of 1 is ☐ vacated ☒ terminated because: On February 22, 2006, the Division issued Cessation Order MC-2006-04-02 requiring a \$150,000 bond to be posted or reclamation would be required. On March 17, 2006 the Division issued findings from a Stop Work conference and reduced this amount to \$100,000. On April 18, 2006 the Division received a Letter of Credit in the amount of \$100,000 dollars. This Letter of Credit meets the requirements of the Stop Work conference findings and terminates the Cessation Order is hereby terminated effective April 18, 2006.

Date of service/ mailing: 05/26/2006 Time of service/ mailing 3:00 ☐ a.m. ☒ p.m.

Tom Munson

Permittee or Operator Representative

Reclamation specialist III

Title

Tom Munson

Signature

Division of Oil, Gas & Mining Representative

Title

Signature

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